COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)		
ADJUSTMENT FILING OF EAST)	CASE NO.	90-002-W
KENTUCKY UTILITIES, INC.)		

ORDER

On October 10, 1990, the Commission issued its Order in Case No. 90-002 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On August 18, 1993, East Kentucky Utilities, Inc. ("East Kentucky") notified the Commission that its wholesale cost of gas will be increased effective November 1, 1993, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. East Kentucky's notice of August 18, 1993 set out certain revisions in rates which East Kentucky proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$28,368 or 26.21 cents per Mcf.

2. East Kentucky has entered into a contract with EREX for gas supply at rates which become effective November 1, 1993 and remain in effect through October 31, 1994.

3. East Kentucky's adjustment in rates under the PGA provisions approved by the Commission in its Order in Case No. 90-002, dated October 10, 1990, is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after November 1, 1993.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after November 1, 1993.

2. Within 30 days of the date of this Order, East Kentucky shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 1st day of November, 1993.

PUBLIC SERVICE COMMISSION

Chairman

ATTEST:

Commissioner

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-002-W DATED November 1, 1993.

The following rates and charges are prescribed for the customers served by East Kentucky Utilities, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

First 1 Mcf \$9.7827 per Mcf All Over 1 Mcf 6.8278 per Mcf

Minimum Bill: \$9.78 for less than 1 Mcf

The base rate for the future application of the purchased gas adjustment clause of East Kentucky Utilities, Inc. shall be:

			Commodity
EREX Southeastern	Gas	Company	\$3.10/Dth \$3.50/Mcf